



Senate

General Assembly

File No. 282

February Session, 2000

Substitute Senate Bill No. 26

Senate, March 29, 2000

The Committee on Environment reported through SEN. DAILY of the 33rd Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

An Act Authorizing Bonds For The Construction Of Sewer Systems.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (a) For the purposes described in subsection (b) of this
2 section, the State Bond Commission shall have the power, from time to
3 time, to authorize the issuance of bonds of the state in one or more
4 series and in principal amounts not exceeding in the aggregate one
5 million four hundred thousand dollars.

6 (b) The proceeds of the sale of said bonds, to the extent of the
7 amount stated in subsection (a) of this section, shall be used by the
8 Department of Environmental Protection for the purpose of making a
9 grant-in-aid to the town of East Lyme for the construction of a sewer
10 system in Pine Grove in the town of East Lyme.

11 (c) All provisions of section 3-20 of the general statutes, or the
12 exercise of any right or power granted thereby, which are not

13 inconsistent with the provisions of this section are hereby adopted and
14 shall apply to all bonds authorized by the State Bond Commission
15 pursuant to this section, and temporary notes in anticipation of the
16 money to be derived from the sale of any such bonds so authorized
17 may be issued in accordance with said section 3-20 and from time to
18 time renewed. Such bonds shall mature at such time or times not
19 exceeding twenty years from their respective dates as may be provided
20 in or pursuant to the resolution or resolutions of the State Bond
21 Commission authorizing such bonds. None of said bonds shall be
22 authorized except upon a finding by the State Bond Commission that
23 there has been filed with it a request for such authorization which is
24 signed by or on behalf of the Secretary of the Office of Policy and
25 Management and states such terms and conditions as said commission,
26 in its discretion, may require. Said bonds issued pursuant to this
27 section shall be general obligations of the state and the full faith and
28 credit of the state of Connecticut are pledged for the payment of the
29 principal of and interest on said bonds as the same become due, and
30 accordingly and as part of the contract of the state with the holders of
31 said bonds, appropriation of all amounts necessary for punctual
32 payment of such principal and interest is hereby made, and the State
33 Treasurer shall pay such principal and interest as the same become
34 due.

35 Sec. 2. (a) For the purposes described in subsection (b) of this
36 section, the State Bond Commission shall have the power, from time to
37 time, to authorize the issuance of bonds of the state in one or more
38 series and in principal amounts not exceeding in the aggregate twenty
39 million dollars.

40 (b) The proceeds of the sale of said bonds, to the extent of the
41 amount stated in subsection (a) of this section, shall be used by the
42 Department of Environmental Protection to provide a grant-in-aid to
43 the Metropolitan District Commission for the purpose of acquiring and
44 constructing a combined sewage overflow storage tank to minimize

45 sewage discharges to Wethersfield Cove.

46 (c) All provisions of section 3-20 of the general statutes, or the
47 exercise of any right or power granted thereby, which are not
48 inconsistent with the provisions of this section are hereby adopted and
49 shall apply to all bonds authorized by the State Bond Commission
50 pursuant to this section, and temporary notes in anticipation of the
51 money to be derived from the sale of any such bonds so authorized
52 may be issued in accordance with said section 3-20 and from time to
53 time renewed. Such bonds shall mature at such time or times not
54 exceeding twenty years from their respective dates as may be provided
55 in or pursuant to the resolution or resolutions of the State Bond
56 Commission authorizing such bonds. None of said bonds shall be
57 authorized except upon a finding by the State Bond Commission that
58 there has been filed with it a request for such authorization which is
59 signed by or on behalf of the Secretary of the Office of Policy and
60 Management and states such terms and conditions as said commission,
61 in its discretion, may require. Said bonds issued pursuant to this
62 section shall be general obligations of the state and the full faith and
63 credit of the state of Connecticut are pledged for the payment of the
64 principal of and interest on said bonds as the same become due, and
65 accordingly and as part of the contract of the state with the holders of
66 said bonds, appropriation of all amounts necessary for punctual
67 payment of such principal and interest is hereby made, and the State
68 Treasurer shall pay such principal and interest as the same become
69 due.

70 Sec. 3. This act shall take effect July 1, 2000.

ENV Committee Vote: Yea 23 Nay 0 JFS

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact: Cost

Affected Agencies: Department of Environmental Protection,
Office of the State Treasurer

Municipal Impact: Revenue Gain

Explanation**State and Municipal Impact:**

Authorizing \$1.4 million in General Obligation bonds for a grant-in-aid to East Lyme to construct a sewer system in Pine Grove will result in an interest cost of \$882,000 over 20 years, assuming a 6.0% interest rate. The Department of Environmental Protection has not reviewed this project and the total project cost is not known at this time.

Authorizing \$20 million in General Obligation bonds for a grant-in-aid to the Metropolitan District Commission to acquire and construct a combined sewage outflow storage tank for Wethersfield Cove will result in an interest cost of \$12.6 million over 20 years, assuming a 6.0% interest rate. The Department of Environmental Protection has not reviewed this project and the total project cost is not known at this time and therefore it is not known if additional bond funds will be required.

OLR Bill Analysis

sSB 26

***AN ACT AUTHORIZING BONDS FOR THE CONSTRUCTION OF
SEWER SYSTEMS.***

The Office of Legislative Research does not analyze special acts.